



STATE PROCUREMENT OFFICE  
NOTICE OF REQUEST FOR EXEMPTION  
FROM HRS CHAPTER 103D

13 JUN -3 P1:15

STATE PROCUREMENT OFFICE  
STATE OF HAWAII

TO: Chief Procurement Officer

FROM: Department of Business, Economic Development & Tourism  
Name of Requesting Department

Pursuant to HRS § 103D-102(b)(4) and HAR chapter 3-120, the Department requests a procurement exemption for the following:

1. Describe the goods, services or construction:

This project will look to successfully apply the newly developed ProActive Approach concept, unanimously recommended by the Hawaii Reliability Standards Working Group, in examining a targeted region of Oahu's electric utility grid to determine how to incorporate high levels of solar photovoltaic energy onto high use electric grids. This project's focus will be on assisting utilities in the application of this new approach to solar integration. The goods to be delivered are a publically available 'lessons learned' report produced by Hawaiian Electric Company (HECO) and outreach/education materials for Hawaii stakeholders on best practices to integrate high levels of solar photovoltaic onto utility grids. The report will be made available to interested stakeholder utilities and the public. The results of this report will assist Hawaii to meet its clean energy goals by providing guidance on incorporating high levels of solar onto Hawaii's electric grids. The work under this project must be completed by August 31, 2013.

2. Vendor/Contractor/Service Provider:

Hawaiian Electric Company

3. Amount of Request:

\$ 160,000

4. Term of Contract From:

~~Jun 13~~  
July 1, 2013

To:

~~Aug 13~~  
Aug 31, 2013

5. Prior SPO-007, Procurement Exemption (PE):

per Susan 6/26/13 11:30am.

6. Explain in detail, why it is not practicable or not advantageous for the department to procure by competitive means:

Procurement by competitive means is not possible because HECO owns the electric grids targeted for study under this project, as well as the proprietary information associated with this infrastructure. The infrastructure and information is not accessible/available through any other source. HECO is the only source for specific and unique proprietary information regarding the Oahu electric utility grid.

7. Explain in detail, the process that will be or was utilized in selecting the vendor/contractor/service provider:

This project with HECO is one of the objectives of DBEDT's Cooperative Agreement DE-EE0005354 with the U.S. Department of Energy for Hawaii's Clean Energy Transformation and Grid Connection project. Because HECO is the only entity with access to the information necessary to perform and complete this grid study, DBEDT is requesting an exemption from 103D to contract directly with HECO on this study.

8. Identify the primary responsible staff person(s) conducting and managing this procurement. (Appropriate delegated procurement authority and completion of mandatory training required).

\*Point of contact (Place asterisk after name of person to contact for additional information).

Name	Division/Agency	Phone Number	e-mail address
Susan Gray-Ellis	SID/DBEDT	587-9002	Sgray-ellis@dbedt.hawaii.gov
Mark B. Glick	SID/DBEDT	587-3812	mark.b.glick@dbedt.hawaii.gov

*All requirements/approvals and internal controls for this expenditure is the responsibility of the department.*

*I certify that the information provided above is, to the best of my knowledge, true and correct.*



Department Head Signature

MAY 31 2013

Date

**For Chief Procurement Officer Use Only**

Date Notice Posted: 6/10/13

Inquiries about this request shall be directed to the contact named in No. 8. Submit written objection to this notice to issue an exempt contract within seven calendar days or as otherwise allowed from date notice posted to:

state.procurement.office@hawaii.gov

Chief Procurement Officer (CPO) Comments:

Approval is granted for the period 07/01/13 to 08/31/13 is for the solicitation process only, HRS section 103D-310(c) and HAR section 3-122-112, shall apply (i.e. vendor is required to be compliant on the Hawaii Compliance Express) and award is required to be posted on the Awards Reporting System. Copies of the HCE certificate and awards posting are required to be documented in the procurement/contract file.

If there are any questions, please contact Kevin Takaesu at 586-0568, or [kevin.s.takaesu@hawaii.gov](mailto:kevin.s.takaesu@hawaii.gov).

☒ Approved

☐ Disapproved

☐ No Action Required

  
Chief Procurement Officer Signature

6/26/2013  
Date